

# High School Quiz

1. The New York Stock Exchange is located in \_\_\_\_\_.
2. Where is the NASDAQ stock market located?
  - A. Nasdaq, PA
  - B. London
  - C. Cyberspace
3. True or False: Internet e-mail or chat rooms are generally a reliable and good source of information and stock tips for investors.
4. Which factor is most important in making the stock market rise?
  - A. The president's economic policy.
  - B. The team that wins the Superbowl.
  - C. General economic conditions.
  - D. A new software product from Microsoft.
5. Overall, which is the best source of investment news and information?
  - A. Your parents.
  - B. Anonymous e-mail.
  - C. A stock market chat room.
  - D. *The Wall Street Journal*.
6. How old do you have to be to own stock?
  - A. 12 years old.
  - B. 18 years old.
  - C. 21 years old.
  - D. A college graduate.
  - E. None of the above.
7. If you are in your 20s, based on historical performance, which is the best long-term investment?
  - A. A bank certificate of deposit.
  - B. An antique car.
  - C. A house.
  - D. A growth mutual fund.
8. True or False: A higher rate of return on an investment means greater risk.
9. When an investor diversifies his/her investments, does the risk of losing money increase or decrease?

10. If you bought a mutual fund through a bank and it lost money, would bank insurance cover your losses?
11. Can a day trader trade at night?
12. In the financial world, what does SEC stand for?
  - A. Southeastern Conference
  - B. Securities & Exchange Commission
  - C. Sales Equal Commission
  - D. Sales & Equity Committee
13. If you're thinking about becoming a stockbroker, what do you have to do?
  - A. You need to pass a state and industry exam.
  - B. You need a web page.
  - C. You need to know someone on Wall Street.
  - D. You need to be able to talk really fast.
14. How do you check out the background of a broker?
  - A. Go to their house and interview their neighbors.
  - B. Ask for references and talk to your friends.
  - C. Call your state securities regulator.
  - D. Call the Commodity Futures Trading Commission.
  - E. Answers B and C.
15. If you want personalized investment advice, where are you most likely to get it?
  - A. An on-line brokerage firm.
  - B. A full-service brokerage firm.
  - C. Discount brokerage firm.

**ANSWER KEY**

1. New York
2. C
3. False
4. C
5. D
6. E
7. D
8. True
9. B
10. B
11. B
12. B
13. A
14. E
15. B